First Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 21-0275.01 Duane Gall x4335

HOUSE BILL 21-1044

HOUSE SPONSORSHIP

Hooton and Larson,

SENATE SPONSORSHIP

Bridges,

House Committees Business Affairs & Labor

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Senate Committees

A BILL FOR AN ACT

CONCERNING ALLOWING A MANUFACTURER OF VINOUS LIQUORS TO

MAINTAIN LICENSED PREMISES CONSISTING OF MULTIPLE

103 NONCONTIGUOUS LOCATIONS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill allows a winery that holds a manufacturer's or limited winery license to maintain licensed premises comprising up to 5 noncontiguous locations within a 10-mile radius. The department of revenue must approve an application for the use of a proposed noncontiguous location if the alcohol and tobacco tax and trade bureau of

the United States department of the treasury has approved the description and diagram of the premises at that location, subject to proof of compliance with local codes and zoning requirements.

Any additional noncontiguous locations that fall outside the approved boundaries of an entertainment district or a common consumption area are excluded from that district or area, and any noncontiguous location that is to be used as a sales room is subject to individual approval for use as a sales room. Only one sales room may be located at a noncontiguous location.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, 44-3-103, amend 3 (38) as follows: 4 **44-3-103. Definitions.** As used in this article 3 and article 4 of 5 this title 44, unless the context otherwise requires: 6 (38) (a) "Premises" means a distinct and definite location, which 7 may include a building, a part of a building, a room, or any other definite 8 contiguous area. 9 (b) NOTWITHSTANDING SUBSECTION (38)(a) OF THIS SECTION, FOR 10 A WINERY AUTHORIZED TO MANUFACTURE VINOUS LIQUORS PURSUANT TO 11 SECTION 44-3-402 OR 44-3-403, THE LICENSED PREMISES MAY INCLUDE UP 12 TO FIVE NONCONTIGUOUS LOCATIONS, ALL OF WHICH ARE USED FOR 13 MANUFACTURING PURPOSES, WITHIN A RADIUS OF TEN MILES. 14 SECTION 2. In Colorado Revised Statutes, 44-3-301, amend 15 (3)(a) and (11)(d); and **add** (2)(c) as follows: 16 **44-3-301.** Licensing in general. (2) (c) THE STATE LICENSING 17 AUTHORITY SHALL APPROVE THE PROPOSED PREMISES FOR A WINERY 18 APPLYING PURSUANT TO SECTION 44-3-402 OR 44-3-403, WHICH PREMISES 19 INCLUDES UP TO FIVE NONCONTIGUOUS LOCATIONS USED FOR 20 MANUFACTURING VINOUS LIQUORS, OR A MODIFICATION OF THE LICENSED

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1	PREMISES OF A WINERY LICENSED PURSUANT TO SECTION 44-3-402 OR
2	44-3-403 TO INCLUDE UP TO FIVE NONCONTIGUOUS LOCATIONS USED FOR
3	MANUFACTURING VINOUS LIQUORS IF THE ALCOHOL AND TOBACCO TAX
4	AND TRADE BUREAU OF THE UNITED STATES DEPARTMENT OF THE
5	TREASURY HAS APPROVED THE DESCRIPTION AND DIAGRAM OF THE
6	PROPOSED OR MODIFIED PREMISES. ADDITIONALLY, WITH THE INITIAL
7	LICENSE APPLICATION THAT INCLUDES NONCONTIGUOUS LOCATIONS
8	WITHIN THE PROPOSED PREMISES OR A SUBSEQUENT APPLICATION TO
9	MODIFY THE PREMISES TO INCLUDE NONCONTIGUOUS LOCATIONS, THE
10	WINERY LICENSEE MUST SUBMIT PROOF FROM THE MUNICIPALITY IN WHICH
11	THE PREMISES IS LOCATED OF COMPLIANCE WITH ALL APPLICABLE ZONING,
12	BUILDING, FIRE, AND OTHER REQUIREMENTS FOR OCCUPANCY AND
13	OPERATION.
14	(3) (a) (I) Each license issued under this article 3 and article 4 of
15	this title 44 is separate and distinct. It is unlawful for any person to
16	exercise any of the privileges granted under any license other than the
17	license the person holds or for any licensee to allow any other person to
18	exercise the privileges granted under the licensee's license, except as
19	provided in section 44-3-402 (3), 44-3-403 (2)(a), 44-3-404, or 44-3-417
20	(1)(b). A separate license must be issued for each specific business or
21	business entity and each geographic location, and in the license the
22	particular alcohol beverages the applicant is authorized to manufacture or
23	sell must be named and described.
24	(II) For purposes of this section, EACH OF THE FOLLOWING IS
25	CONSIDERED A SINGLE BUSINESS AND LOCATION:
26	(A) A resort complex with common ownership;

(B) A campus liquor complex;

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1	(C) A hotel and restaurant licensee with optional premises;
2	(D) An optional premises licensee for optional premises located
3	on an outdoor sports and recreational facility;
4	(E) A WINERY LICENSED PURSUANT TO SECTION 44-3-402 OR
5	44-3-403 THAT HAS NONCONTIGUOUS LOCATIONS INCLUDED IN THE
6	LICENSED PREMISES; and
7	(F) A wine festival at which more than one licensee participates
8	pursuant to a wine festival permit. is considered a single business and
9	location.
10	(11) (d) A person shall not attach a premises licensed under this
11	article 3 to a common consumption area unless authorized by the local
12	licensing authority. ANY NONCONTIGUOUS LOCATION INCLUDED IN THE
13	LICENSED PREMISES OF A WINERY LICENSED PURSUANT TO SECTION
14	44-3-402 or 44-3-403 that falls outside the approved boundaries
15	OF AN ENTERTAINMENT DISTRICT OR A COMMON CONSUMPTION AREA
16	AUTHORIZED PURSUANT TO THIS SUBSECTION (11) SHALL NOT BE
17	INCLUDED AS PART OF A CERTIFIED PROMOTIONAL ASSOCIATION OR
18	ENTERTAINMENT DISTRICT EVEN THOUGH THE LICENSED PREMISES OF
19	THAT WINERY IS WITHIN THE ENTERTAINMENT DISTRICT.
20	SECTION 3. In Colorado Revised Statutes, 44-3-402, amend
21	(2)(a) as follows:
22	44-3-402. Manufacturer's license. (2) (a) A winery licensed
23	pursuant to this section may conduct tastings and sell vinous liquors of its
24	own manufacture, as well as other vinous liquors manufactured by other
25	Colorado wineries licensed pursuant to this section or section 44-3-403,
26	on the licensed premises of the winery and at one other approved sales
27	room location at no additional cost, whether included in the license at the

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1	time of the original license issuance or by supplemental application. IF
2	THE LICENSED PREMISES INCLUDES MULTIPLE NONCONTIGUOUS
3	LOCATIONS, THE WINERY MAY OPERATE A SALES ROOM ON ONLY ONE OF
4	THOSE NONCONTIGUOUS LOCATIONS. ANY ADDITIONAL SALES ROOM
5	OPERATED ON A NONCONTIGUOUS LOCATION OF THE LICENSED PREMISES
6	MUST BE APPROVED IN ACCORDANCE WITH THE PROCESS OUTLINED IN
7	SUBSECTION (2)(c) OF THIS SECTION.
8	SECTION 4. In Colorado Revised Statutes, 44-3-403, amend
9	(2)(e)(I)(A) as follows:
10	44-3-403. Limited winery license - rules. (2) A limited winery
11	licensee is authorized:
12	(e) (I) (A) Except as provided in subsection (2)(e)(I)(B) of this
13	section and subject to subsection (2)(e)(II) of this section, to conduct
14	tastings and sell vinous liquors of its own manufacture, as well as vinous
15	liquors manufactured by other Colorado wineries, on the licensed
16	premises of the limited winery and up to five other approved sales room
17	locations, whether included in the license at the time of the original
18	license issuance or by supplemental application. IF THE LICENSED
19	PREMISES INCLUDES MULTIPLE NONCONTIGUOUS LOCATIONS, THE
20	LICENSEE MAY OPERATE A SALES ROOM ON ONLY ONE OF THOSE
21	NONCONTIGUOUS LOCATIONS. ANY ADDITIONAL SALES ROOM OPERATED
22	ON A NONCONTIGUOUS LOCATION OF THE LICENSED PREMISES MUST BE
23	APPROVED AS ONE OF THE LICENSEE'S ADDITIONAL SALES ROOMS ALLOWED
24	UNDER THIS SUBSECTION $(2)(e)(I)(A)$ IN ACCORDANCE WITH THE PROCESS
25	OUTLINED IN SUBSECTION $(2)(e)(II)$ OF THIS SECTION.
26	SECTION 5. Act subject to petition - effective date. This act
27	takes effect at 12:01 a.m. on the day following the expiration of the

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- 1 ninety-day period after final adjournment of the general assembly; except
- 2 that, if a referendum petition is filed pursuant to section 1 (3) of article V
- 3 of the state constitution against this act or an item, section, or part of this
- 4 act within such period, then the act, item, section, or part will not take
- 5 effect unless approved by the people at the general election to be held in
- 6 November 2022 and, in such case, will take effect on the date of the
- 7 official declaration of the vote thereon by the governor.

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